



Supplier Audit Program

Module 1

Information and Background



Supplier Audit Program

PURPOSE:

To provide audit oversight of suppliers classified as "Critical Suppliers" and to provide a cost-effective method of sharing supplier audit information between prime contractors and DoD activities.



Supplier Audit Program

A supplier is classified as a “Critical Supplier” based on:

- a) Purchased material complexity.**
- b) Purchased material criticality (i.e. Level 1 I, SUBSAFE, relationship to ship/reactor/crew safety, mission readiness, mission accomplishment capability, etc.).**
- c) Purchased material/components that can not be verified at receipt yet if later found to be non-conforming would significantly impact ship schedule.**



Supplier Audit Program

Participants

- **Client (NAVSEA)**
 - Sets requirements
- **Auditor**
 - Performs audits IAW requirements
- **Auditee**
 - The entity (supplier) being audited



Supplier Audit Program

AUDIT TEAM

- **Begins with the Lead Auditor who:**
 - **Clarifies audit purpose.**
 - **Determines audit scope.**
 - **Determines type of audit (Process or Full system).**
 - **Notifies auditee (supplier) to set schedule and coordinate logistics of audit.**
 - **Forms audit team with:**
 - **Technical experts.**
 - **Subject matter experts.**



Supplier Audit Program

Lead Auditor Skills

- **Communication**
- **Interpersonal**
- **Honesty**
- **Integrity**
- **Organization**
- **Management**